

# The Tax Cut and Jobs Act Impact on Louisiana's 3rd District

Prepared for  
**Rep. Clay Higgins**

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*"The Tax Cuts and Jobs Act is a growth bill —achieving faster economic growth, encouraging job creation, and getting more money in Americans' pockets each year." —U.S. Chamber of Commerce*

## National Impact

### The Tax Cuts and Jobs Act will —

- Lead to the creation of an additional 975,000 jobs.
- Raise after-tax income for middle class families by \$2,598.
- Generate economic growth sufficient to increase federal tax receipts by \$1 trillion.

## Benefits for Louisiana

### The Tax Cuts and Jobs Act will —

- Lead to the creation of an additional 13,293 jobs in Louisiana.
- Raise after-tax income for middle class families in Louisiana by \$1,857.

## Benefits for the 3rd District

**Larger Child Tax Credit:** 58,964 taxpayers in the 3rd District claim the child tax credit. The Tax Cuts and Jobs Act increases the child tax credit from \$1,000 per child to \$1,600.

**Tax Relief for Small Businesses:** 58,322 taxpayers in the 3rd District have small business income (a business that the taxpayer operated). The Tax Cuts and Jobs Act reduces taxes for small business owners. First, the bill implements a new, lower 9% tax rate on the first \$75,000 of net business income for active small business owners earning less than \$150,000 through their businesses. Second, the bill lowers taxes on small business investment by creating a new 25% small business tax rate.

**Elimination of the Alternative Minimum Tax (AMT):** 5,785 taxpayers in the 3rd District are impacted by the AMT. The Tax Cuts and Jobs Act eliminates the AMT.

**Simpler Taxes:** 67,429 taxpayers in the 3rd District itemize their taxes. As a result of the near doubling of the standard deduction and other simplifications, many taxpayers will have much simpler returns. It is estimated that 9 out of 10 Americans will be able to file their taxes on a postcard.



**U.S. CHAMBER OF COMMERCE**

For more information <https://www.uschamber.com/tax-reform-now>

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\*Tax Foundation, <https://taxfoundation.org/tax-cuts-jobs-act-state-impact>

^Internal Revenue Service, <https://www.irs.gov/advocate/reports-to-congress>